

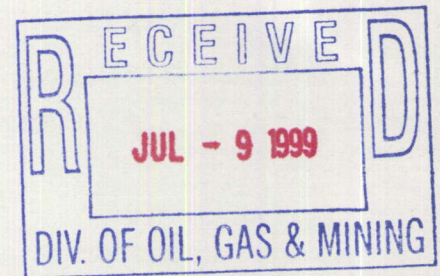
Jerome C. Gatto

5/027/079

230 East Broadway
Salt Lake City, Utah 84111

July 6, 1999

Mr. Tom Munson
Senior Reclamation Specialist
State of Utah, Division of Oil, Gas and Mining
1594 West North Temple Suite 1210
Salt Lake City, Utah 84114



Certified Mail Article P-067-344-910

RE: Acceptance of Notice of Intention to Commence
Small Mining Operations, Cambrillic Natural Stone, L.C.
Cambrillic Mine, S-027-079, Millard County Utah.

Dear Mr. Munson,

Thank you for the acceptance of our mining plan referred to above.
As you know, it was not accepted by the BLM Office in Fillmore.

I thought you should have a copy of my letter to Mr. Rowley,
dated June 18, 1999, responding to his incorrect and biased
examination of the facts.

Please hold our mining plan in abeyance until we correct this matter. I canceled
my mining plan that you discussed in your letter to me of May 20, 1999.

On May 24, 1999, at 9:40 A.M. I confirmed this cancellation with Ms. Joelle
Burns.

Mr. Tom Munson

July 6, 1999

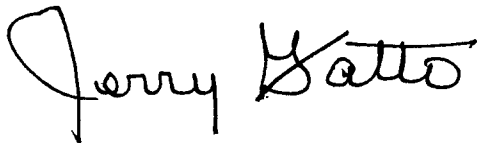
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I canceled my plan based on the representations of Mr. Rowley, that in fact, Cambrillic Natural Stone LLC, plan would be routinely accepted. However, I then found that the representations of Mr. Rowley concerning the plan, were false, and he knew they were false when he made the representations.

My attached letter details the deplorable treatment Mr. Pappas and I have received.

I will be in contact with you soon.

Thank you for your assistance,

A handwritten signature in cursive script that reads "Jerry Batto". The signature is written in dark ink on a white background.

Enclosure:

cc: B. Pappas
G. Athay
L. Burningham
B. Babbitt
P. Shea
R. Bristol

June 18, 1999

Mr. Rex Rowley, Field Manager
Bureau of Land Management
Fillmore Field Office
35 East 500 North
Fillmore, Utah 894631

CERTIFIED MAIL ARTICLE P -067-344-907

RE: YOUR LETTER OF JUNE 10, 1999
TO MR. WILLIAM J. PAPPAS

Mr. Rowley,

Mr. Pappas has requested I respond to your letter to him dated June 10, 1999. I find the letter to be incorrect, and bureaucratically dictatorial. You do not have a "Serfdom" in Fillmore. Let us examine the real reason behind your letter to Mr. Pappas.

(1)

I called and told Mr. Teseneer that Mr. Cheney had died. You did not investigate the matter, nor did the sisters of Cheney inform you of his demise. If I had not called Mr. Teseneer your office would not have known. You would still be sending letters to Mr. Cheney, and his sisters would have answered them.

Mr. Rex Rowley

June 18, 1999

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Pappas Letter

(2) Your letter to Mr. Cheney dated December 2, 1997, completely contradicts your recent letter to Mr. Pappas, I quote, your words, Page 3, Paragraph 2,

"Your reclamation liability **appears to go beyond Baron Trading and Sapphire Company's**. We contend that since 1981, the entire quarry has been redisturbed, and is thus subject to reclamation under 43 CFR 3809. Since Doris C. Madsen, Frances C. Pedersen, and Aleda C. Jensen were claimants during this time period, they may also have reclamation liabilities."

You cannot have it both ways. Your words above properly places this RON on the Heirs of Mr. Cheney and not Mr. Pappas. You are shopping for anyone to do the reclamation, and the above paragraph exonerates Mr. Pappas, who was an employee. Your attention should have been on Russell Ponce and Earl Gabel, the principals and stockholders of Baron Trading. Mr. Pappas is here, get him, impede his progress, no use trying to get the responsible parties.

The State of Utah approved our plan. You state you have authority to accept or reject a plan because it involves BLM Land. You do not have that authority.

(3) Your illegal RON **is on the Spectrum Quarry, not on the mining plan submitted by Cambrillic Natural Stone.** You list the Companies in which Mr. Pappas was involved, but in any other of these companies you did not cite Mr. Pappas only on Baron Trading. Why ?. You know why and so do we.

Mr. Rex Rowley

June 18, 1999

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(4) When we met with you at the Open House in Fillmore, you stated to just file the plan with you. At that time you made no inference of a problem. Our conversation with you was brief, but not adversarial. Mr. Pappas was with me. **You knew mining plan would involve him.** Tape recorders are wonderful tools.

(5) Based on your representations at the Open House, we expended a great deal of money retaining people in Delta to actualize the mining plan you received, and now rejected. Detrimental reliance is serious. When you stated "just file the plan with me", you knew your statement was false, and it was made with malice.

You never mentioned RON at the open house, or that an Environmental Assessment (EA) must be completed and a Finding of no significant impact made.

We gave you plenty of opportunity to voice your objections at our personal meeting with you at the Open House. **You knew you were going to send this letter when we met with you. This recent letter, and your letter of December 2, 1997 is now ample glaring proof.**

(6) You have not determined whether the stone on the claims we submitted for Cambrillic Natural Stone's mining plan is common or uncommon. You never gave notice concerning these claims to Mr. Pappas that you were going to conduct a validity exam, as you did with me and Mr. Cheney in February, 1998. **Your letter of June 10, 1999, is the first so called "notice" you afforded Mr. Pappas.** Did you once again, take samples from someone's claims, without affording them proper notice?

Mr. Rex Rowley

June 18, 1999

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(7) You will never be able to refute the reports by two BLM Officials in 1956, and 1958, and the many reports we have by qualified people, stating the Spectrum Claims were locatable, as our mine.

Your conceptual idea that you can run a validity test anytime you wish is founded in case law that has since been discarded as fact, by recent rulings. Check with your legal department.

(8) Mr. Rowley, you have lost whatever objectivity you may have had in this matter. **For years you have attempted to impede the progress of Mr. Cheney, Mr. Pappas and myself. For example, suspending the POO written by Dr. James Whelan, former head of the Geology Department at the State of Utah. Writing threatening letters to Mr. Cheney, the list goes on and on. No, our paper work and compliance were perfect, you just constantly attempt to impede our progress. I know you have an ulterior motive, and you know I know what it is.**

You have made this a personal vendetta against Mr. Pappas. Cheney is deceased, the Cheney Sisters are aging you probably don't know where Mr. Ponce is, we don't, so deprive Mr. Pappas of a chance to finally use his years of experience at the quarry to make a living. It all fits.

Your attempts to put everyone on the "buy the stone from the BLM" bandwagon is indeed sinister and nonsensical.

(9) I suggest you re-read the letter Mr. Gil Athay received from Mr. Pat Shea, dated January 21, 1998 concerning myself and Mr. Cheney. It directly applies to your subjective partisan attitude regarding Mr. Pappas.

Mr. Rex Rowley
June 18, 1999
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Could it be that you have other personal plans for the Spectrum Quarry: namely, a partial quote from your letter to Mr. Cheney dated April 16, 1998, your words:

Page 4, Paragraph 4, " We are willing to forgive the reclamation requirements of the quarry if, within 30 days of receipt of this letter, you relinquish the remaining Spectrum Claims, and allow us to sell the material." **Us** is a vague word. who would you sell it to, the customers we have told you about. Would Mr. Pappas had then been exonerated ?

Any attempt by you to have the heirs of the Cheney family surrender the claims to you, in order for them to be free of your harassment, will not work. You know our position. We do not vanish, or take seriously your threats that the government is not involved in any money owed us from the Cheney Heirs.

We always have to guess as to what you are going to do. Now you can guess what we are going to do, and to whom copies of this letter will be mailed.

READ AND ACCEPTED BY
ME AS WRITTEN

William J. Pappas
June 18, 1999.